| | | Alskinone gos |
|--|------------|---|
| DISPATCH | CIAS PARON | DIBN-16442 |
| TO Chilef [| 7 | HEADQUAITES FILE NO. |
| FROM Chief/WB | | 4 MAR 1960 |
| DESCRIPTION Termination | . (22 | RE: "43-3" — (CHECK "X" ONE) MARKED FOR INDEXING X NO INDEXING REQUIRED |
| ACTION REQUIRED | 10 A 01 | INDEXING CAN BE JUDGED BY QUALIFIED HQ. DESK ONLY |
| B. OTEM 20826 17 July B. OTEM 15651 30 Sep C. = 3 0897 | | DESFNSTIZED |

.1

2. On 24 February 1960, C. S had an interview with DESDECOM's misse and fallowing are pertinent extracts from the file memorandum of that interviews

al (Iden) intended to return to New York where her sister is employed at Harpers Publishers, and them on or about 27 February, to proceed to Home by air. She will return definitely to PEPHINE to proceed to have by Mr. She will respect to return to PHPRIME and begin work on our writing. She expects to return to PHPRIME in the fall after a 3-month motor trip through Geocheslevakia, Peland, and the USSE. She plane to do the trip with a friend (female) who is on the language teaching staff of Columbia, fun RAGUSA. (Iden) plane to use her our webtiele, a Hercedon, for the trip. She plane to devote a good part of the trip to photography.

b. Her intention to leave Italy permanently has reised the question of what will happen to DESCRIMMA after she is game. She will give up the Via Poliziane apartment, and she intends to help him find a smaller place. The letters she has had from him indicate him find a smaller place. The letters she has had from him indicate that he is alsoly regaining his health and apparently his merele is better. At the present time she stated, he has the poet, Eura Peund, as a house guest with him in the Reme ppartment. (Iden) explained that she was a friend of Peund's daughter, Hary, and his sem-in-law, an Egyptelegist, who originates from the Tyrel. Peund since his arrival in Italy has spent some time in the Tyrel at his sem-in-law's "costle" and at Espalle. He had wanted to go to Euro, and apparently it was his daughter's idea that DESDERONA look after him in the capital.

e. (Iden) apparently feels a very streng tie to DESCHONA because she indicated she thought after her departure she night arrange for some small subsidy for him through his daughter, Vitteria, who has a position on the effice staff of a cormics firm in Hilan.

d. In response to a query, (Iden) discussed in detail the events in Libya leading up to the auto accident and DESDEMONA's subsequent return to Rome. She appeared to be particularly interested in establishing whether there would be any possibility for DESDEMONA to continue his collaboration. She described in summary terms what she know of the talks that had taken place in Rome between [knew nor could be judge the details of what had occurred, but that 13-6-57

FORM 10-57 **53** (40)

to his termination,

LES COPY

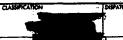
CONTINUED

1

RECORD COPY

RECORD COPY

CONTINUATION OF DISPATCH



CH SYMBOL AND NO. OIEM-16442 K-1524

these with when he had discussed DESDEMONA's predicament here felt a responsibility to achieve a result which DESDEMONA would regard as more or less satisfactory. It was impossible, however, for someone to sit in Headquarters and insist that a relationship based on reciprocal confidence and esteem be maintained by others unless those actually concerned shared these feelings. For a number of reasons, most importantly DESDEMONA's age and physical condition, I asid apparently the attitude in Rome regarding him had changed; therefore, it was difficult to foresee a substantial medification in the future relationship. This did not mean that DESDEMONA's are not esteemed or that he would be forgettem. In general terms I at the esteemed or that he would be forgettem. In general terms I at the esteemed or that he had a letter on the way to DESDEMONA via I was stating these things and suggesting that another attempt be undertaken to arrive at a result which would be satisfactory to him.

- 3. Enclosed herewith is that letter from G I for passage to DESDENOMA Briefly it contains an acknowlegement of the letter DESDENOMA sent to C I through his mices and the concern C I has that DESDENOMA's settlement be a satisfactory one. It states that we do have an obligation to arrange things to DESDENOMA's satisfaction, and that if DESDENOMA's communication was understood correctly, it was the method rather than the fact of the termination that has caused the dissatisfaction. The letter goes on to state that the matter should be re-opened for further consideration and asks DESDENOMA to let us know what he thinks a just compensation might be, within reason of course, and to submit such specific accountings DESDENOMA feels are reinburscable and which were not submitted at the time of the unsatisfactory settlement. The letter closes with a recommendation that DESDENOMA contact C II directly in Rome.
- 4. Since we are still in agreement with -I that the decision to terminate DESDERORA is a valid decision, we wish only to convey our suggestions that the DESDESCONA termination as an operational problem has not been final. Consistent with the wishes of _ _ and _ _ , the approach as well as the financial aspects of this termination should therefore be altered in a manner mere acceptable to DESDECMA.

 I has all correspondence and accountings on this case, and although nesaquarters is I has all the available for any further consultation that may be necessary, we will agree to any settlement you down just and reasonable, and which of course is acceptable You are authorized to change any further financial obligation to [1 004. Whether or not the mottlement is legal or suitable for defense in court is really not applicable, because we cannot in our clandestine type of activity afford to build up resentments, justified or unjustified, nor, on the other hand, can we place curselves in a month of being perpetually I involved here, because the black-mailed. There is no criticism of E. I followed to the letter our previous suggestion. The problem is rather one of creating a favorable settlement, favorable to us as well, which is really final. The problem requires high operational finesee and we are not where it has to be dene.

2 March 1960

ATTACHMENTS: Under separate cover

1. Identity
2. DESDEMONA's letter to C
3. C
1. letter to DESDEMONA in dupl
(1-file & 1-DESDEMONA)

Distribution:

2-E l(w/atts as stated)
2-Herdquarters files (# 1000)
1-WE/4/CD

| 10-57 53 8EPACES FORMS 17-26, \$17-26, | | | CLASSIFICATION | PAGE NO. |
|---|-----------|----------------|----------------|----------|
| The sate of the sa | 10-57 53a | REPLACES FORMS | CONTINUED | 2 |

43-6 57/3